

FILE COPY

Kerley Industries

P.O. Box 11589 | Phoenix, AZ 85061

February 4, 1986

File ACT/053/002

*Copy to Lowell,
JGW, PAM*

RECEIVED
FEB 10 1986

**DIVISION OF
OIL, GAS & MINING**

Ms. Pamela Grubaugh-Littig
Reclamation Engineer
State of Utah Natural Resources Oil, Gas & Mining
355 W. North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

RE: Noncoal Bond Form, Silver Reef Mine, ACT/-53/002,
Washington County, Utah.

Dear Pamela:

Thank you for your bond application form. We are still actively pursuing the purchase of a Surety Bond to replace the Certificate of Deposit # . The last item of information the Bond Company needs, and is insisting on, is a current audited financial statement. We expect to have that to them prior to the end of April and the bond should be issued very shortly thereafter, for the prescribed amount.

For the next couple of months we would like to leave the Certificate as is until this "in process" transaction is completed.

Sincerely,



Dean C. Davis,
Property Management Supervisor

DCD:de

